

# State of South Dakota

## EIGHTIETH LEGISLATIVE ASSEMBLY, 2005

717L0056

### HOUSE BILL NO. 1003

Introduced by: Representatives Fryslic, Deadrick, Hargens, Murschel, Rhoden, Sebert, and Weems and Senators Greenfield, Dempster, Hundstad, Knudson, Lintz, and Peterson (Jim) at the request of the Interim Committee on Property Assessment

1 FOR AN ACT ENTITLED, An Act to revise certain provisions concerning the determination  
2 of agricultural income values for classifying nonagricultural acreages.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. That § 10-6-33.15 be amended to read as follows:

5 10-6-33.15. For the purposes of § 10-6-33.14, the agricultural income value shall be  
6 determined using capitalized ~~actual~~ annual cash rent. The ~~actual~~ annual cash rent is the ~~actual~~  
7 annual cash rent, excluding the ~~actual~~ per acre tax on agricultural land, determined through an  
8 analysis of ~~actual~~ arm's length rental agreements collected within the county in the year prior  
9 to the year for which the income value is being determined. The annual cash rent shall be  
10 capitalized at seven and three-fourths percent.

